Introduced by Assembly Member Eng

January 20, 2011

An act to add Section 10111.5 to the Public Contract Code, relating to public contracts.

LEGISLATIVE COUNSEL'S DIGEST

AB 172, as introduced, Eng. Public contracts: information: Internet Web site.

Existing law governing contracting between state agencies and private contractors sets forth requirements for the procurement of supplies, materials, equipment, and services by state agencies and sets forth the various responsibilities of the Department of General Services and other state agencies in overseeing and implementing state contracting procedures and policies.

This bill would require a state agency, except as specified, to provide a link to a centrally located and accessible state-run Internet Web site that includes a list of the personal services and consulting services contracts, as defined, entered into by the agency. This bill would require the listings on the state's Internet Web site to include specified information, and would require a summary of a contract to be initially posted within 15 working days of being signed by all parties, as specified. This bill would require the Director of the Department of General Services to maintain the Internet Web site and to establish the publishing of the contract listing information. This bill would also authorize the department to use the services of any state agency.

This bill would require contractors to electronically provide specified information to assist state agencies in the reporting of information for

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the listings of personal services contracts and consulting services contracts. This bill would make contractors who fail to provide this information ineligible for any future personal services contracts or consulting services contracts and would cease payment for any ongoing contracts until the information is provided.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

SECTION 1. Section 10111.5 is added to the Public Contract 1 2 Code, to read:

- 10111.5. (a) (1) Each state agency shall provide a link to a centrally located and accessible state-run Internet Web site that includes a listing of the personal services contracts and consulting services contracts that it entered into during the fiscal year.
- (2) The Director of General Services shall maintain the Internet 8 Web site described in paragraph (1) and shall establish the publishing of the contract listing information specified in subdivision (c). In implementing this section, the Director of 10 11 General Services may use the services of any state agency, as that 12 term is defined in Section 11000 of the Government Code.
 - (3) It is the intent of the Legislature that the contract listing information be made available to the public in an electronic format that is searchable and easy to use in order to promote and support government transparency.
 - (b) Contract listings shall be organized and reported in one of the following manners:
 - (1) Using the maximum level of specificity available through the United Nations Standard Products and Services Code (UNSPSC).
 - (2) Covering the following broad category names:
 - (A) Architectural, engineering, and environmental services and consulting services.
 - (B) Information technology personal services and consulting services.
- 27 (C) All other contracts that include personal services and 28 consulting services.
- 29 (c) The contract listings shall include, but are not limited to, the 30 following information:

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(1) The name and license, registration, certification, or identification number of each contractor, as well as whether the contractor is a for profit, nonprofit, small business, microbusiness, disabled veteran, or nonprofit veteran's service agency.

- (2) The statutory basis for the authorization of each contract, including, if relevant, any applicable condition permitting personal services contracts provided by Section 19130 of the Government Code.
 - (3) The duration of each contract.

- (4) The number of amendments to each contract and the number of renewals of each contract, where applicable.
 - (5) Reason why low bid was not accepted, if applicable.
 - (6) Reason for noncompetitive bidding, if applicable.
- (7) (A) The total amount of the contract allocation over the duration of the contract, including all known amendments to the contract, the total amount paid by the state agency during the most recently completed fiscal year, and the number, cost, bill rate, and staffing levels associated with each type of contract employee retained during the most recently completed fiscal year. In a time and material contract, staffing levels shall also be described or accounted for in personnel years or full-time equivalent terms. In deliverables based contracts, average staffing levels and bill rates shall be listed on the Internet Web site described in subdivision (a), as follows:
 - (i) 90 days after the completion of the contract.
- (ii) For a contract of a term of more than one year, ____ days after June 30 of each year until completion of the contract.
- (B) To facilitate state agency reporting of information for the listings, contractors shall electronically provide to the state agencies all of the staffing and cost information specified in subparagraph (A) in a useful and usable manner, which shall be reportable ____ days after the completion of the contract, and, for a contract of a term of more than one year , ____ days after June 30 of each year until completion of the contract. State agencies shall make this information available to the Director of General Services in a manner prescribed by the director.
- (C) Failure to provide the staffing and cost information required by subparagraph (B) in a useful and usable manner shall be deemed a material breach of contract. A contractor who fails to provide the information shall be ineligible for any future personal services

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contracts and consulting services contracts and payments for any ongoing contracts shall cease until the required information is provided.

- (D) This paragraph shall become operative on January 1, 2013.
- (d) (1) On and after July 1, 2013, and before January 1, 2014, a summary of a contract shall be initially posted within 30 business days of the contract being signed by all parties. On and after January 1, 2014, the summary of a contract shall be initially posted within 15 business days of the contract being signed by all parties. The contract summary shall be updated as necessary to include any information required by this section that is not available at the time of posting.
- (2) Notwithstanding paragraph (1), a summary of a contract entered into by a special fund agency, as determined by the Department of General Services in consultation with the Department of Finance, shall be posted on and after July 1, 2012.
- (3) This subdivision shall only apply to contracts solicited after January 1, 2012.
- (e) (1) This section shall not require the posting of information in a contract, including the identity of any undisclosed expert consultant, that is confidential pursuant to a court order, the attorney client privilege, or the attorney work product exception or information, that, if posted, would jeopardize peace officer safety, criminal intelligence information, ongoing investigatory activities or any security procedure, or any information the disclosure of which is prohibited by law.
- (2) Nothing in this subdivision shall be construed to limit the rights of the public to access information pursuant to the California Public Records Act (Ch. 3.5 (commencing with Section 6250) of Division 7 of Title 1 of the Government Code, or Section 3 of Article I of the California Constitution.
- (f) Any inquiries about a specific contract shall be handled by the contracting state agency. Each contract posted on the Internet Web site shall include the contact information of the contracting state agency, or a link to that information.
- (g) State agencies that are not required to report to the State Contract and Procurement Registration System (SCPRS) shall be exempt from the requirements of this section.
 - (h) For purposes of this section, the following definitions apply:

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(1) "Consulting services contracts" has the same meaning as defined in Section 10335.5.

- (2) "Deliverables" means any contract, requisition, or purchasing order for products or services that must be completed and delivered as final products under the terms of an agreement or contract. "Deliverables" do not include public works contracts that does not specify actual cost of direct labor at specified hourly rates or actual cost of materials.
- (3) "Personal services contracts" means any contract, requisition, or purchase order under which labor or personal services is a separately identifiable element.
- (4) "Time and material contract" means a contract under which the contractor agrees to furnish and install materials or fixtures, or both, and which sets forth separately a charge for the materials or fixtures and a charge for their installation or fabrication.